

Message Text

LIMITED OFFICIAL USE

PAGE 01 GENEVA 09924 01 OF 03 301131Z
ACTION STR-07

INFO OCT-01 STRE-00 IO-13 AF-10 ARA-10 EA-10 EUR-12
NEA-11 OIC-02 AGRE-00 CEA-01 CIAE-00 COME-00
DODE-00 EB-08 FRB-03 H-01 INR-10 INT-05 L-03
LAB-04 NSAE-00 PA-01 CTME-00 AID-05 SS-15 ITC-01
TRSE-00 SP-02 SOE-02 OMB-01 DOE-15 NSCE-00 SSO-00
ICAE-00 INRE-00 DOEE-00 JUSE-00 ISO-00 /153 W
-----106683 301211Z /50

O 301102Z JUN 78

FM USMISSION GENEVA

TO SECSTATE WASHDC IMMEDIATE 1511

AMEMBASSY OTTAWA IMMEDIATE

LIMITED OFFICIAL USE SECTION 01 OF 03 GENEVA 09924

PASS STR ELECTRONICALLY FOR KELLEY AND STARKEY

PASS USDA FOR OYLOE, SINDELAR AND SCHROETER

E.O. 11652: N/A

TAGS: ETRD, GATT, CA

SUBJECT: GATT ARTICLE XXVIII NEGOTIATIONS WITH CANADA ON
FRUITS AND VEGETABLES

REFERENCE: (A) TPSC 78-81, (B) STATE 161501

1. SUMMARY: U.S. AND CANADIAN DELS AGREED THAT PROPOSED
INCREASES IN CANADIAN FRUIT AND VEGETABLE DUTIES ABOVE
GATT-BOUND LEVELS WOULD AFFECT CANADIAN IMPORTS FROM U.S.
WORTH C\$123,506,000 (1975-77 AVERAGE, EXCLUDING POTATO
IMPORTS WHICH ARE NOT AFFECTED BY ARTICLE XXVIII PROPOSAL
AT THIS TIME). USDEL ACCEPTED CANADIAN OFFERS ON TRADE
WORTH C\$42,278,000, BUT DECLINED TO ACCEPT REMAINDER OF
CONCESSIONS OFFERED IN OSTENSIBLY SELF-BALANCING CANADIAN
PACKAGE, EXPLAINING THAT SATISFACTORY BALANCE COULD ONLY BE
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 GENEVA 09924 01 OF 03 301131Z

ACHIEVED FOLLOWING ELIMINATION FROM PROPOSED ACTION OF NINE
ITEMS PARTICULARLY SENSITIVE IN U.S. (1975-77 AVERAGE ANNUAL
IMPORTS FROM U.S.: C\$57,748,000). POINTING TO HIGH POLI-
TICAL SENSITIVITY IN U.S. REGARDING GOC PROPOSAL, USDEL
WARNED THAT ALTERNATIVE WOULD BE WITHDRAWAL OF SUBSTANTIALLY
EQUIVALENT CONCESSIONS AND NEGATIVE EFFECT ON U.S. MTN
OFFERS BENEFITTING CANADIAN AGRICULTURE. CANDEL CLAIMED

ELIMINATION OF SENSITIVE ITEMS WOULD BE EXTREMELY DIFFICULT FOR POLITICAL REASONS BUT HINTED AT SOME FLEXIBILITY IF U.S. WOULD AGREE TO ACCEPT CANADIAN MTN PROPOSAL TO REDUCE AND HARMONIZE U.S. AND CANADIAN DUTIES ON POTATOES. USDEL ASKED WHAT ACTION GOC WOULD TAKE RE SENSITIVE ITEMS IF U.S. AGREED TO POTATO PROPOSAL, AND CANDEL PROMISED TO REFER QUESTION TO MINISTERS. BOTH SIDES TENTATIVELY AGREED TO MEET AGAIN JULY 10, WHEN CANDEL EXPECTED TO HAVE NEW INSTRUCTIONS. END SUMMARY.

2. U.S. AND CANADIAN DELEGATIONS MET JUNE 26-29 FOR ARTICLE XXVIII NEGOTIATIONS REGARDING CANADA'S PROPOSED GATT SCHEDULE MODIFICATIONS AFFECTING U.S. FRUIT AND VEGETABLE EXPORTS TO CANADA. AMBASSADOR RODNEY GREY CHAIRED CANADIAN DELEGATION; MINISTER-COUNSELOR ROBERT BRUNGART CHAIRED U.S. DELEGATION. BOTH RETIRED AFTER OPENING SESSION, HOWEVER, LEAVING GIFFORD (CANADIAN MTN DEL) AND STEWART (STR) ACTING HEADS OF RESPECTIVE DELEGATIONS.

3. USDEL OPENED NEGOTIATIONS BY EXPRESSING EXTREME USG CONCERN REGARDING TRADE RESTRICTIVE IMPACT OF PROPOSED MODIFICATIONS. USDEL NOTED THAT PROPOSED MODIFICATIONS WERE INCONSISTENT WITH INTERNATIONAL EFFORTS TO LIBERALIZE TRADE IN MTN. FURTHERMORE, USG BELIEVES THAT PROTECTIONIST NATURE OF MODIFICATIONS ENCOURAGES OTHER COUNTRIES TO TAKE SIMILAR ACTIONS AND IS INCONSISTENT WITH RECENTLY RENEWED LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 GENEVA 09924 01 OF 03 301131Z

OECD TRADE PLEDGE. PROPOSED MODIFICATIONS ARE PARTICULARLY DISTRESSING GIVEN THE POLITICAL SENSITIVITY OF MANY AFFECTED ITEMS IN THE U.S. REPRESENTATIVE AL ULLMAN, CHAIRMAN OF HOUSE WAYS AND MEANS COMMITTEE, RECENTLY EXPRESSED HIS DEEP CONCERN ABOUT THE CANADIAN PROPOSAL TO ADMINISTRATION OFFICIALS. BRUNGART ALSO EXPRESSED REGRET CANADIANS HAD APPARENTLY IGNORED NUMEROUS U.S. DEMARCHES ON SUBJECT, INCLUDING APPROACH BY AMB ENDERS TO MIN HORNER ON MAY 30.

4. USDEL OBSERVED THAT THE COMPENSATION OFFERED TO DATE BY THE GOC WAS GROSSLY INADEQUATE AND THE UNITED STATES WOULD NOT HESITATE TO WITHDRAW SUBSTANTIALLY EQUIVALENT CONCESSIONS IF NECESSARY TO RESTORE BALANCE OF CONCESSIONS. USDEL ADDED THAT A GOC DECISION TO PROCEED ON THE SENSITIVE ITEMS WOULD CERTAINLY AFFECT MAINTENANCE OF U.S. MTN AGRICULTURAL OFFER TO CANADA.

5. IN A STRONGLY WORDED REBUTTAL, CANDEL SAID THAT IT WAS UNFORTUNATE THAT U.S. HORTICULTURAL INDUSTRY AND U.S. CONGRESS VIEWED CANADIAN ACTION AS PROTECTIONIST, SINCE MODIFICATIONS WERE BEING MADE IN ACCORDANCE WITH GATT RULES. CANADIAN ACTION, HE CONTINUED, HAD BEEN EXPLAINED PREVIOUS

WEEK TO MEMBERS OF CONGRESS WHO NOW UNDERSTAND THAT IT IS
CONSISTENT WITH GATT. CONCERNING U.S. REPRESENTATIONS, GREY
ASSERTED TESTILY THAT ENDERS DEMARCHE HAD BEEN MISDIRECTED
IN THAT MIN CHRETIEN WAS RESPONSIBLE FOR THIS SUBJECT.
NEVERTHELESS, SUBSTANCE OF U.S. APPROACH HAD BEEN TAKEN INTO
ACCOUNT. CANDEL AGREED THAT TIMING OF THE ACTION WAS AWK-
WARD BUT SAID THAT GOC HAD IN FACT MADE TWO ADJUSTMENTS IN
RESPONSE TO U.S. CONCERNS: (1) PROPOSED INCREASE ON CANNED
FRUIT AND TOMATO PASTE HAD BEEN REDUCED TO 15 PERCENT FROM
THE HIGHER LEVELS RECOMMENDED BY THE CANADIAN TARIFF BOARD;
(2) POTATOES HAD BEEN ELIMINATED FROM ARTICLE XXVIII ACTION
PENDING A RESPONSE TO CANADIAN MTN PROPOSAL TO HARMONIZE
POTATO TARIFFS AT 30 CENTS PER HUNDRED POUNDS IF THE U.S.
WOULD ELIMINATE ITS TARIFF RATE QUOTAS ON POTATOES. CANDEL
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 04 GENEVA 09924 01 OF 03 301131Z

ADDED THAT GOC COULD NOT UNDERSTAND WHY U.S. HAD NOT

LIMITED OFFICIAL USE

NNN

LIMITED OFFICIAL USE

PAGE 01 GENEVA 09924 02 OF 03 301140Z

ACTION STR-07

INFO OCT-01 AF-10 ARA-10 EA-10 EUR-12 NEA-11 IO-13
ISO-00 STRE-00 OIC-02 AGRE-00 CEA-01 CIAE-00
COME-00 DODE-00 EB-08 FRB-03 H-01 INR-10 INT-05
L-03 LAB-04 NSAE-00 PA-01 CTME-00 AID-05 SS-15
ITC-01 TRSE-00 SP-02 SOE-02 OMB-01 DOE-15 NSCE-00
SSO-00 ICAE-00 INRE-00 DOEE-00 JUSE-00 /153 W
-----106762 301211Z /50

O 301102Z JUN 78

FM USMISSION GENEVA

TO SECSTATE WASHDC IMMEDIATE 1512

AMEMBASSY OTTAWA IMMEDIATE

LIMITED OFFICIAL USE SECTION 02 OF 03 GENEVA 09924

PASS STR ELECTRONICALLY FOR KELLEY AND STARKEY

PASS USDA FOR OYLOE, SINDELAR AND SCHROETER

ADDRESSED THIS TRADE LIBERALIZING PROPOSAL IN THE CONTEXT OF

THE MTN. CANDEL SAID THAT GOC "HAD USED UP ITS POLITICAL CREDIT" BY MAKING THE ABOVE MODIFICATIONS TO TARIFF BOARD PROPOSAL.

6. CANDEL CONTINUED THAT THERE WAS CLEARLY A STRONG DIFFERENCE IN VIEWS REGARDING ADEQUACY OF COMPENSATION OFFERED TO DATE. FOR EXAMPLE, CANDEL CLAIMED REMOVAL OF THE AUSTRALIAN PREFERENCES ON CANNED FRUIT WOULD BE OF SUBSTANTIAL BENEFIT TO THE UNITED STATES AND SHOULD BE CONSIDERED AS COMPENSATION TO U.S. USDEL RESTATED THAT COMPENSATION OFFERED TO DATE WAS GROSSLY INADEQUATE, ADDING THAT GOC COULD ONLY PROVIDE ADEQUATE COMPENSATION IN THE HORTICULTURAL SECTOR AFTER ELIMINATING SENSITIVE U.S. EXPORT ITEMS FROM PROPOSED MODIFICATIONS AND THUS REDUCING U.S. TRADE IMPAIRED.

7. CANDEL FIRMLY REJECTED A U.S. CLAIM FOR COMPENSATION ON LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 GENEVA 09924 02 OF 03 301140Z

BASIS OF TRADE IMPAIRED. CANDEL CLAIMED THAT (1) THE PROPOSED MODIFICATIONS WILL HAVE LITTLE IMPACT ON U.S. EXPORTS TO CANADA; (2) COMPENSATION BASED ON TRADE IMPAIRED DOES NOT RECOGNIZE PROSPECTIVE DIFFERENCES IN TARIFF RATES; (3) NET CHANGES IN DUTY COLLECTED, ALBEIT IMPRECISE, ARE A FAR BETTER INDICATOR OF IMPAIRMENT THAN TRADE COVERAGE. IN ANY CASE, CANDEL EXPLAINED, SOLE PURPOSE OF PROPOSED MODIFICATION WAS TO RESTORE LEVEL OF PROTECTION OF EARLY SIXTIES BEFORE INFLATION ERODED SPECIFIC RATES.

8. USDEL REJECTED CANADIAN VIEW THAT PROPOSED MODIFICATIONS ARE A SELF-BALANCING PACKAGE, POINTING OUT THERE IS LITTLE VALUE IN NEW FREE PERIODS ENVISIONED IN PROPOSED MODIFICATIONS SINCE TARIFF ELIMINATIONS DURING PERIODS OF NO CANADIAN PRODUCTION WILL HAVE LITTLE IMPACT ON U.S. EXPORTS. USDEL ADDED THAT TRADE IMPAIRED AS A BASIS FOR COMPENSATION WAS TOTALLY CONSISTENT WITH GATT PROCEDURES AND A GOOD INITIAL MEASURE OF DAMAGE, ALTHOUGH WE WOULD, OF COURSE, ASSESS QUALITATIVE ASPECT OF PROSPECTIVE IMPAIRMENT AND COMPENSATION OFFERED. IN FINAL ANALYSIS, MOREOVER, U.S. IS FREE UNDER ARTICLE XXVIII TO ACCEPT OR REJECT CANADIAN OFFER OF COMPENSATION.

9. THE U.S. AND CANADIAN DELEGATIONS REVIEWED TRADE IMPAIRED FOR EACH MODIFICATION. USDEL REQUESTED AND CANDEL PROVIDED 1977 DATA, AND 1975-1977 AVERAGE WAS USED AS BASE PERIOD. AS A RESULT OF CANADIAN CLARIFICATIONS IN REVIEW, U.S. CLAIM FOR IMPAIRMENTS WAS REVISED DOWNWARD TO APPROXIMATELY C\$123,506,000 AS:

(A) POTATOES WERE EXCLUDED FROM CALCULATIONS. CANDEL EMPHASIZED THAT POTATOES WERE TO BE HANDLED IN THE CONTEXT

OF THE MTN. IF THE U.S. DID NOT ACCEPT THE CANADIAN OFFER,
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 GENEVA 09924 02 OF 03 301140Z

POTATOES WOULD BE INCLUDED IN THE ARTICLE XXVIII ACTION.

(B) PROPOSED NEW PRE-PACKAGING DUTIES, WHICH WERE GIVEN
FULL NEGATIVE CREDIT IN THE TPSC 78-81, APPLY TO ONLY A
SMALL PERCENTAGE OF U.S. EXPORTS OF THE AFFECTED ITEMS.
PRE-PACKAGING DUTY ONLY APPEARED TO HAVE A SEVERE NEGATIVE
IMPACT ON U.S. RADISH EXPORTS. USDEL ARGUED, HOWEVER, THAT
PRE-PACKAGING DUTIES ON OTHER ITEMS WOULD BE NUISANCE
TARIFFS AND URGED CANDEL TO CONSIDER DELETING THEIR APPLI-
CATION TO ALL ITEMS. CANDEL TOOK NOTE OF U.S. REQUEST.

(C) ANALYSIS OF SEVERAL BASKET CATEGORIES (FROZEN VEGE-
TABLES, NOP, ETC.) BASED ON ADDITIONAL CANADIAN DATA INDICA-
TED THAT AMOUNT OF U.S. TRADE AFFECTED BY PROPOSED MODIFI-
CATION WOULD BE LESS THAN THAT ANTICIPATED IN TPSC 78-81.
USDEL IS HANDCARRYING DETAILED ANALYSIS TO WASHINGTON.

10. USDEL ACCEPTED CANADA'S OFFER OF COMPENSATION ON AGRI-
CULTURAL ITEMS REQUESTED OF CANADA IN MTN WHICH WERE FAVORA-
BLY AFFECTED BY PROPOSED MODIFICATIONS (ANNEX C, TPSC 78-81).
USDEL ALSO TABLED ADDITIONAL REQUESTS FOR COMPENSATION IN
ACCORDANCE WITH ANNEX D. USDEL INDICATED THAT CANADA COULD
NOT, OF COURSE, SEEK CREDIT FOR THESE MODIFICATIONS IN MTN
AS WELL. USDEL ALSO ACCEPTED CANADA'S OFFER FOR COMPENSATION
ON RAISING (9915-1) TO BRING TOTAL COMPENSATION ACCEPTED TO
C\$42,278,000 (1975-77 AVERAGE ANNUAL VALUE). USDEL IS HAND-
CARRYING ANALYSIS TO WASHINGTON. USDEL INDICATED THAT
CANADA'S REMAINING OFFERS OF COMPENSATION (PEAS AND LENTILS,
HYDRANGEAS, AND TREES AND TEASELS) WERE STILL UNDER CONSI-
DERATION IN WASHINGTON, BUT PRELIMINARY U.S. ANALYSIS
INDICATED THAT THESE OFFERS WOULD BE UNACCEPTABLE.

11. USDEL EMPHASIZED THAT PRIMARY U.S. INTEREST IN NEGOTI-
ATIONS WAS GOC AGREEMENT TO DELETE NINE SENSITIVE ITEMS
(FRESH ASPARAGUS, CANNED PEACHES AND FRUIT MIX; CANNED TOMA-
TOES, TOMATO PASTE AND CORN; FROZEN STRAWBERRIES; LETTUCE;
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 04 GENEVA 09924 02 OF 03 301140Z

AND FRESH SWEET CHERRIES) FROM THE COVERAGE OF PROPOSED
ACTION. (1975-77 AVERAGE ANNUAL IMPORTS FROM U.S. IN ALL
NINE ITEMS TOTALED C\$57,748,000). USDEL EMPHASIZED ONCE

LIMITED OFFICIAL USE

NNN

LIMITED OFFICIAL USE

PAGE 01 GENEVA 09924 03 OF 03 301149Z
ACTION STR-07

INFO OCT-01 AF-10 ARA-10 EA-10 EUR-12 NEA-11 IO-13
ISO-00 STRE-00 OIC-02 AGRE-00 CEA-01 CIAE-00
COME-00 DODE-00 EB-08 FRB-03 H-01 INR-10 INT-05
L-03 LAB-04 NSAE-00 PA-01 CTME-00 AID-05 SS-15
ITC-01 TRSE-00 SP-02 SOE-02 OMB-01 DOE-15 NSCE-00
SSO-00 ICAE-00 INRE-00 DOEE-00 JUSE-00 /153 W
-----106888 301213Z /50

O 301102Z JUN 78
FM USMISSION GENEVA
TO SECSTATE WASHDC IMMEDIATE 1513
AMEMBASSY OTTAWA IMMEDIATE

LIMITED OFFICIAL USE SECTION 03 OF 03 GENEVA 09924

PASS STR ELECTRONICALLY FOR KELLEY AND STARKEY
PASS USDA FOR OYLOE, SINDELAR AND SCHROETER

AGAIN THAT ADEQUATE COMPENSATION IN FRUIT AND VEGETABLE
SECTOR WOULD BE IMPOSSIBLE WITHOUT REDUCING THE SCOPE OF
PROPOSAL. IF THESE ITEMS WERE DELETED FROM TRADE RESTRIC-
TIVE ASPECTS OF THE SYSTEM, PROSPECTS WERE GOOD THAT U.S.
AND CANADA COULD ARRIVE AT A SATISFACTORY SETTLEMENT.
(USDEL DROPPED ONIONS, NOP, FROM THE LIST OF SENSITIVE ITEMS
SINCE ADDITIONAL INFORMATION FURNISHED BY CANDEL INDICATED
THAT ONLY C\$558,000 OF TRADE IN THIS ITEM WOULD BE IMPAIRED).

12. USDEL RESTATED PREVIOUS EXPRESSIONS OF EXTREME U.S.
CONCERN RE PROPOSED "AUTOMATIC SURTAX" AND REPEATED THAT U.S.
WOULD RESERVE ITS GATT RIGHTS ON THIS ISSUE IF TAX WERE
IMPOSED.

13. IN ORDER TO RESPOND TO U.S. REQUEST FOR DELETION OF
SENSITIVE ITEMS, CANDEL REPLIED, "WE MUST KNOW WHERE WE ARE
COMING OUT ON POTATOES." LACK OF HARMONIZATION ON POTATO
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 GENEVA 09924 03 OF 03 301149Z

TARIFFS, CANDEL CONTINUED, HAS BEEN A MAJOR IRRITANT IN OUR

BILATERAL AGRICULTURAL TRADE. IF U.S. WERE WILLING TO ACCEPT CANADA'S PROPOSAL TO ELIMINATE U.S. TARIFF RATE QUOTAS AND HARMONIZE AT 30 CENTS PER HUNDRED POUNDS, GOC MIGHT LOOK FAVORABLY ON U.S. REQUESTS FOR DELETION OF SENSITIVE ITEMS. IF CANADIAN PROPOSAL IS REJECTED, "WE'RE INTO A REAL BLOODY WAR."

14. REGARDING U.S. REQUEST FOR DELETION OF SENSITIVE ITEMS, CANDEL SAID (1) THAT REQUESTS RECOMMENDED BY THE TARIFF BOARD WERE MODEST IN MOST RESPECTS; (2) THAT MANY OF THESE ITEMS ALSO BENEFIT FROM AN EXPANDED FREE PERIOD OR REMOVAL OF AUSTRALIAN AND SOUTH AFRICAN PREFERENCES; (3) THAT IN ALL CASES BUT ONE, U.S. RATE ON THE ITEM WAS HIGHER. CANDEL EMPHASIZED THAT MINISTER WHELAN WAS PARTICULARLY IRRITATED BY U.S.-CANADIAN TARIFF DISPARITIES ON MANY AGRICULTURAL PRODUCTS. CANDEL CONCLUDED THAT DELETION OF ALL SENSITIVE ITEMS WOULD BE IMPOSSIBLE SINCE MAINTENANCE OF PROPOSED DUTY INCREASE ON CANNED PEACHES WAS PARTICULARLY IMPORTANT TO MINISTER WHELAN.

15. USDEL RESPONDED THAT CONSIDERATION OF U.S. TARIFF WAS IRRELEVANT TO THE NEGOTIATIONS SINCE CANADA DOES NOT EXPORT MANY OF THESE ITEMS TO UNITED STATES AND CANADA HAD BOUND ITS RATES IN EXCHANGE FOR CONCESSIONS ON OTHER PRODUCTS FROM U.S. AND OTHER CPS. USDEL OBSERVED THAT EXTENSION OF FREE PERIODS DURING OFF-SEASONS FOR MOST PRODUCTS AND REMOVAL OF AUSTRALIAN AND SOUTH AFRICAN PREFERENCES ON A FEW PRODUCTS WOULD BE OF LITTLE BENEFIT TO U.S. EXPORTERS. PRICE ELASTICITY OF IMPORT DEMAND WAS COMPARATIVELY LOW IN OFF-SEASON AND AUSTRALIANS AND SOUTH AFRICANS WOULD PROBABLY ATTEMPT TO MAINTAIN THEIR MARKET SHARES BY LOWERING PRICES TO COMPENSATE FOR ELIMINATION OF PREFERENCES.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 GENEVA 09924 03 OF 03 301149Z

16. FOLLOWING KELLY-STEWART TELCON JUNE 29, USDEL AGAIN NOTED THAT DELETION OF SENSITIVE ITEMS WOULD BE REQUIRED TO CLOSE GAP AND ASKED WHAT ACTION GOC WOULD TAKE IN THIS REGARD IF US AGREED TO CANADIAN PROPOSAL FOR HARMONIZATION OF US AND CANADIAN POTATO DUTIES. CANDEL (BY NOW REINFORCED BY JERRY TRANT, SENIOR ASSISTANT DEPUTY MINISTER OF AGRICULTURE, AND JOE LOOMER, DIRECTOR-GENERAL, INTERNATIONAL TRADE AND FINANCE BRANCH, MINISTRY OF FINANCE) ASKED USDEL TO DEFINE PRIORITIES AMONG NINE ITEMS BUT USDEL DECLINED, POINTING OUT THAT NINE ITEMS ALREADY REPRESENTED SMALL PROPORTION OF ITEMS AFFECTED AND THAT CANDEL HAD ALREADY INDICATED THAT NO FLEXIBILITY WAS POSSIBLE ON CANNED PEACHES. AFTER APPARENTLY CONSIDERABLE INTERNAL DISCUSSION AND CONSULTATION WITH OTTAWA, CANDEL INFORMED USDEL JUNE 30 THAT THEY WOULD PUT QUESTION TO MINISTERS AND SUGGESTED BOTH

SIDES MEET AGAIN JULY 10, WHEN THEY EXPECTED TO HAVE RESPONSE. TRANT INDICATED INFORMALLY HE WOULD RETURN TO OTTAWA FOR PERSONAL DISCUSSION WITH WHELAN AND OTHER OFFICIALS. CANDEL ALSO REVIEWED ADDITIONAL US REQUESTS FOR COMPENSATION WITH USDEL AND PROMISED TO REFER IT TO OTTAWA ALSO.

17. COMMENT: CANADIANS APPEAR EAGER TO WRAP UP NEGOTIATIONS ASAP. WHILE PART OF THIS EAGERNESS IS NORMAL DESIRE OF APPLICANT CP TO SPEED ALONG ARTICLE XXVIII PROCESS, THEY ALSO APPEAR CONCERNED ABOUT NEGATIVE EFFECT PENDING NEGOTIATIONS WILL HAVE ON U.S. OFFERS IN MTN AND ARE, OF COURSE, ANXIOUS TO DO MTN DEAL ON POTATOES. USDEL SUSPECTS, THEREFORE, THAT CANDEL WILL HAVE MORE FLEXIBILITY BEFORE JULY 15 REGARDING DELETION OF SENSITIVE ITEMS THAN WE COULD EXPECT AT SOME LATER DATE. VANDEN HEUVEL

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: NEGOTIATIONS, FRUITS, VEGETABLES, TRADE AGREEMENTS
Control Number: n/a
Copy: SINGLE
Draft Date: 30 jun 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978GENEVA09924
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780270-0686
Format: TEL
From: GENEVA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t1978064/aaaaadgb.tel
Line Count: 401
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 7ea94685-c288-dd11-92da-001cc4696bcc
Office: ACTION STR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 8
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 78 STATE 161501
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2282819
Secure: OPEN
Status: NATIVE
Subject: GATT ARTICLE XXVIII NEGOTIATIONS WITH CANADA ON FRUITS AND VEGETABLES
TAGS: ETRD, CA, GATT
To: STATE OTTAWA
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/7ea94685-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014